

# HOUSE BILL No. 1931

---

## DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 21-3-1.7-9.9.

**Synopsis:** School general fund shortfalls. Provides additional state tuition support distributions to school corporations that experience a loss in general fund revenue due to assessed value estimates or refunds from appeals. Requires the school corporation to apply for the grant within one year after experiencing the shortfall. Appropriates the money needed for grants from the state general fund.

**Effective:** July 1, 1999.

---

---

**Espich**

---

---

January 26, 1999, read first time and referred to Committee on Ways and Means.

---

---

C  
o  
p  
y



First Regular Session 111th General Assembly (1999)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 1998 General Assembly.

## HOUSE BILL No. 1931

A BILL FOR AN ACT to amend the Indiana Code concerning education finance.

*Be it enacted by the General Assembly of the State of Indiana:*

1 SECTION 1. IC 21-3-1.7-9.9 IS ADDED TO THE INDIANA  
2 CODE AS A **NEW** SECTION TO READ AS FOLLOWS  
3 [EFFECTIVE JULY 1, 1999]: **Sec. 9.9. If a school corporation**  
4 **experiences a shortfall in general fund revenue because:**

5 (1) a difference exists in the assessed value estimate used by  
6 the department of education in calculating tuition support for  
7 a year and the assessed value actually used in imposing the  
8 property tax for that year, and that difference resulted in  
9 lower total general fund revenue for the school corporation  
10 for the year that exceeds fifty thousand dollars (\$50,000); or  
11 (2) an appeal by one (1) property taxpayer requires a refund  
12 to be credited against the school corporation general fund and  
13 the credit amount exceeds fifty thousand dollars (\$50,000);  
14 the school corporation may apply to the department of education  
15 for a shortfall grant. The application must be made within one (1)  
16 year after receiving a lower distribution or having the general fund  
17 credited because of a refund, whichever applies. If the department



1 of education finds that the shortfall in general fund revenue is  
2 because of the reasons set forth in subdivision (1) or (2), the  
3 department of education shall approve a grant to the school  
4 corporation.

5 (b) The grant equals the loss in general fund revenue calculated  
6 by the department of education. The distribution shall be made in  
7 equal amounts along with the remaining tuition support  
8 distributions for the year the grant is approved. The money needed  
9 to make the distributions is appropriated from the state general  
10 fund.

C  
o  
p  
y

